



General Assembly

January Session, 2005

**Proposed Bill No. 5642**

LCO No. 1802

Referred to Committee on Finance, Revenue and Bonding

Introduced by:  
REP. DILLON, 92<sup>nd</sup> Dist.

**AN ACT CONCERNING CORPORATION BUSINESS TAX TREATMENT  
OF NONCASH COMPENSATION.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 That chapter 208 of the general statutes be amended to provide that
- 2 noncash compensation expenses, to the extent excludable for federal
- 3 income tax purposes, shall be included for purposes of the corporation
- 4 business tax.

**Statement of Purpose:**

To assure that stock options and other noncash compensation expenses of corporations are not deducted from income for purposes of the corporation business tax.